

ASSIGNMENT OF MORTGAGE

THIS ASSIGNMENT OF MORTGAGE is made this 7th day of October, 1986, by and among MARYLAND NATIONAL INDUSTRIAL FINANCE CORPORATION, a Maryland corporation, (hereinafter called the "Assignor") and ALEXANDER C. SHORT and PAMELA MCKENZIE WILLIAMS (hereinafter collectively called the "Assignee").

R E C I T A L S

WHEREAS, MEDALLION INDUSTRIES, INC. executed a Mortgage dated May 3, 1983, and recorded among the Land Records of Frederick County, Maryland, in Book 1198, page 70 (the "Mortgage") to secure payment to the Assignor of obligations due it by Medallion Industries, Inc. pursuant to an Accounts Receivable, Inventory and Equipment Loan and Security Agreement dated February 14, 1983; and

WHEREAS, the Assignor, by this instrument pursuant to Rules W70-W79, inclusive, of the Maryland Rules does hereby assign the Mortgage to the Assignee solely in order to exercise the power of sale contained therein pursuant to Section 7-105 of the Real Property Article of the Annotated Code of Maryland, 1981 Volume.

NOW, THEREFORE, in consideration of the sum of One Dollar (\$1.00) and other good and valuable consideration, the receipt of which is hereby acknowledged by the Assignor, the Assignor hereby assigns, transfers, conveys and sets over to the Assignee all of its right, title and interest in and to the aforesaid Mortgage and to all sums due and to become due thereunder, for the purpose of instituting and completing foreclosure proceedings with respect to said Mortgage which is now in default, and otherwise collecting all indebtedness due thereunder.

TO HAVE AND TO HOLD said Mortgage unto the Assignee, their heirs, personal representatives and assigns, absolutely for the purposes hereinabove specified.

IN WITNESS WHEREOF, the Assignor has executed this Assignment of Mortgage under seal the day and year first above written.

WITNESS:

MARYLAND NATIONAL INDUSTRIAL FINANCE CORP.

Lester Richards By: Stephen C. Cromwell (SEAL)
Stephen C. Cromwell
Vice President

Filed October 9, 1986 Exhibit #2